

CASE

NUMBER:

99-403

INDEX FOR CASE: 1999-403
SIMPSON COUNTY WATER DISTRICT
Rates - NRC

IN THE MATTER OF THE APPLICATION OF SIMPSON COUNTY WATER
DISTRICT FOR A NON-RECURRING CHARGE

| SEQ NBR | ENTRY DATE | REMARKS |
|------------|---------------|---|
| 0001 | 09/22/1999 | Application. |
| 0002 | 10/01/1999 | Acknowledgement letter. |
| M0001 | 10/20/1999 | DAVID SPENARD / AG-MOTION TO INTERVENE |
| 0003 | 10/26/1999 | No deficiencies letter |
| 0004 | 11/04/1999 | Letter to Joe Liles addressing issues discussed in 10/29 phone conversation. |
| M0002 | 11/09/1999 | SCWD JOE LILES-AMENDMENT TO APPLICAITON |
| 0005 | 12/13/1999 | Final Order granting permission to deviate; charges in Appendix are approved. |



COMMONWEALTH OF KENTUCKY
PUBLIC SERVICE COMMISSION

730 SCHENKEL LANE
POST OFFICE BOX 615
FRANKFORT, KY. 40602
(502) 564-3940

CERTIFICATE OF SERVICE

RE: Case No. 1999-403
SIMPSON COUNTY WATER DISTRICT

I, Stephanie Bell, Secretary of the Public Service Commission, hereby certify that the enclosed attested copy of the Commission's Order in the above case was served upon the following by U.S. Mail on December 13, 1999.

Parties of Record:

Mr. Joe Liles
Manager
Simpson County Water District
951 Fairview Avenue, Suite B
P. O. Box 10180
Bowling Green, KY. 42102 4780

Honorable Bob Gray
Director
Office of Rate Intervention
1024 Capital Center Drive
Frankfort, KY. 40601 8204

Stephanie Bell
Secretary of the Commission

SB/hv
Enclosure

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

THE APPLICATION OF SIMPSON COUNTY WATER)
DISTRICT TO REVISE CERTAIN NON-RECURRING) CASE NO. 99-403
CHARGES FOR WATER SERVICE)

ORDER

On September 22, 1999, Simpson County Water District ("Simpson County") applied for authority to revise certain non-recurring charges. It subsequently requested leave to amend its application and authority to deviate from the notice requirements of Administrative Regulation 807 KAR 5:011, Section 10, to avoid newspaper publication of its amended charges. The Attorney General of the Commonwealth of Kentucky ("AG") has moved to intervene in this proceeding.

After reviewing the record and being otherwise sufficiently advised, the Commission finds that:

1. KRS 367.150(8) authorizes the AG to appear before the Commission to represent and be heard on behalf of consumers' interests and to be made a real party in interest on behalf of consumer interests in rate-making proceedings.

2. Simpson County's request for deviation should be granted. Simpson County has previously published, in accordance with Administrative Regulation 807 KAR 5:011, Section 10, notice of its application to amend the non-recurring charges at issue. The public has been given adequate notice of these proceedings.

3. The proposed charges are equal to or less than the expenses incurred to provide the associated services.

4. The charges set forth in Appendix A of this Order are fair, just, and reasonable and should be approved.

IT IS THEREFORE ORDERED that:

1. The AG's Motion to Intervene is granted.

2. Simpson County is granted permission to deviate from Administrative Regulation 807 KAR 5:011, Section 10, and shall not be required to publish notice of the revisions to its application.

3. The charges in Appendix A are approved for services rendered on and after the date of this Order.

4. Within 20 days of the date of this Order and in accordance with Administrative Regulation 807 KAR 5:011, Section 7, Simpson County shall file revised tariff sheets setting forth the rates approved herein.

Done at Frankfort, Kentucky, this 13th day of December, 1999.

By the Commission

ATTEST:


Executive Director

APPENDIX A

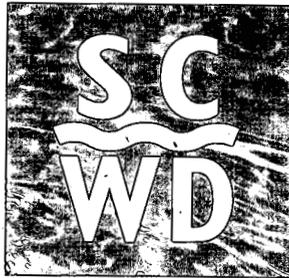
APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE
COMMISSION IN CASE NO. 99-403 DATED 12/13/99

The following rates and charges are prescribed for the customers in the area served by Simpson County Water District. All other rates and charges not specifically mentioned herein shall remain the same as those in effect under authority of this Commission prior to the effective date of this Order.

Non-Recurring Charges

| | |
|---|---------|
| Service Connection Charge (Regular Work Hours) | \$25.00 |
| Service Connection Charge (After Regular Work Hours) | 65.00 |
| Delinquent Service Charge | 25.00 |
| Meter Reading Recheck Charge | 25.00 |
| Meter Test Request Charge | 50.00 |
| Service Investigation Charge (Regular Work Hours) | 25.00 |
| Service Investigation Charge (After Regular Work Hours) | 65.00 |
| Meter Investigation Charge | 75.00 |
| Return Check Charge | 25.00 |
| Service Line Inspection Charge | 50.00 |

SIMPSON COUNTY WATER DISTRICT



RECEIVED

NOV 4 1999

GENERAL COUNSEL

November 5, 1999

MR GERALD E WUETCHER
STAFF ATTORNEY
PUBLIC SERVICE COMMISSION
730 SCHENKEL LANE
P O BOX 615
FRANKFORT KY 40602

RE: Case No. 99-403
Simpson County Water District

Dear Mr. Wuetcher:

RECEIVED
NOV - 9 1999
PUBLIC SERVICE
COMMISSION

We wish to amend our application related to Case No. 99-403.

1. Service Connect Charge - To recover a charge closer to the actual, the following amendment is requested:

"A charge of \$25.00 shall be made for all service connections made during regular working hours, except that there shall be no connection charge made for service on the original installation of facilities. If service is connected other than during regular working hours, the charge shall be \$65.00."

2. Delinquent Service Charge - We deleted reference to reconnection charge and the following amendment is requested:

"A charge of \$25.00 shall be made for a trip to collect a delinquent account or terminate service. Where a customer's service has been discontinued for nonpayment of bills and the delinquent customer has paid his or her outstanding bills for service and requested reconnection, the water district shall assess a service connection charge in addition to a delinquent service charge to re-establish water service."

QUALITY ON TAP

951 FAIRVIEW AVENUE / SUITE B
PO BOX 10180
BOWLING GREEN, KY 42102-4780
TEL 502.842.0052 FAX 502.842.8360

108 MORGANTOWN ROAD
PO BOX 0657
FRANKLIN, KY 42135
TEL 502.598.9926 FAX 502.586.0718

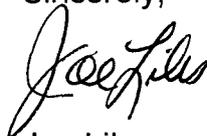
Mr. Gerald Wuetcher
November 5, 1999
Page 2

Enclosed is a revised proposed Tariff one each for water and sewer.

It is also requested that a deviation be granted from the notice requirement of Administrative Regulation 807 KAR 5:011, Section 10, to avoid newspaper publication of the amended charges.

Thanks for your assistance. If we need to provide additional information, please let us know.

Sincerely,

A handwritten signature in cursive script, appearing to read "Joe Liles".

Joe Liles
Manager

JL:jh

Enclosure

P.S.C. Ky. No. _____

Cancels P.S.C. Ky. No. _____

SIMPSON COUNTY WATER DISTRICT

OF

FRANKLIN, SIMPSON COUNTY, KENTUCKY

Charges for Non-Recurring Services

Water Service

At

Franklin, Simpson County, Kentucky

Filed with PUBLIC SERVICE COMMISSION

OF KENTUCKY

ISSUED November 5, 1999

EFFECTIVE _____

ISSUED BY Simpson County Water District
(Name of Utility)

BY *James Snider*
James Snider, Chairman
Board of Commissioners
Simpson County Water District

SIMPSON COUNTY WATER DISTRICT
Name of Issuing Corporation

P.S.C. Ky. No. _____

2 Sheet of 2

Canceling P.S.C. Ky. No. _____

_____ Sheet No. _____

CLASSIFICATION OF SERVICE

CHARGES FOR NON-RECURRING SERVICES

SUBJECT: Charges for Special Non-recurring Services

Regular working hours are 7:30 a.m. - 3:00 p.m. Monday - Friday (excluding holidays.) After hours charge is any other time.

The following charges for special non-recurring services shall be made:

1. Service Connection Charge. A charge of \$25 shall be made for all service reconnections made during regular working hours, except that there shall be no connection charge made for service on the original installation of facilities. If service is reconnected other than during regular working hours, the charge shall be \$65.
2. Delinquent Service Charge. A charge of \$25.00 shall be made for a trip to collect a delinquent account or terminate service. Where a customer's service has been discontinued for nonpayment of bills and the delinquent customer has paid his or her outstanding bills for service and requested reconnection, the water district shall assess a service connection charge in addition to a delinquent service charge to re-establish water service.
3. Meter Reading Recheck Charge. A charge of \$25.00 shall be made for a trip to recheck a meter reading when the customer requests the meter to be rechecked for a correct reading and the meter was not misread.
4. Meter Test Request. Upon request a customer may have his meter tested and adjustments will be made to the bill where the meter is found to be more than 2 percent fast or slow in accordance with 807:KAR 5:006, Section 18, provided request by the customer is not more frequent than once each twelve months. If such test shows the meter to be less than 2 percent fast, a \$50.00 charge shall be made.

DATE OF ISSUE November 5, 1999 DATE OF EFFECTIVE _____
Month Day Year Month Day Year

ISSUED BY James Snider Chairman PO Box 10180, Bowling Green, KY 42102
James Snider Title Address

Issued by authority of an Order of the Public Service Commission of Kentucky in Case No. _____
dated _____



Paul E. Patton
Governor

COMMONWEALTH OF KENTUCKY
PUBLIC SERVICE COMMISSION
730 SCHENKEL LANE
POST OFFICE BOX 615
FRANKFORT, KENTUCKY 40602
www.psc.state.ky.us
(502) 564-3940
Fax (502) 564-1582

Ronald B. McCloud, Secretary
Public Protection and
Regulation Cabinet

Helen Helton
Executive Director
Public Service Commission

November 4, 1999

Mr. Joe Liles
Post Office Box 10180
Bowling Green, Kentucky 42102-4780

Re: Case No. 99-373
Warren County Water District

Case No. 99-402
Butler County Water District

Case No. 99-403
Simpson County Water District

Dear Mr. Liles:

This letter addresses the issues that we discussed in our telephone conversation of October 29, 1999.

Each water district has proposed a service connection charge of \$20.00 for all service connections and a reconnection charge of \$25.00. Each water district provides same service and incurs the same costs to make a service connection or a service reconnection. While both charges are less than the actual cost of providing the service, each district choose a higher charge for the service reconnection fee because that service results from improper customer conduct (i.e., customer failure to timely pay his or her bill).

Commission Staff believes that the difference in the proposed charges may result in unreasonable discrimination and thus be contrary to KRS 278.170. Since the service performed and the costs incurred for each charge are the same, no valid basis exists for the difference in pricing.

To avoid a potential conflict with KRS 278.170, Commission Staff suggests that each water district amend its application to reflect only a service connection charge and to delete any reference to a reconnection charge. It further suggests that the following sentence be added to the delinquent service charge provision:



Mr. Joe Liles
November 4, 1999
Page 2

Where a customer's service has been discontinued for nonpayment of bills and the delinquent customer has paid his or her outstanding bills for service and requested reconnection, the water district shall assess a service connection charge in addition to a delinquent service charge to re-establish water service.

As to the level of the service connection fee, Commission Staff notes that this charge should not exceed the cost of providing the service in question. If the water districts amend their application, each may also wish to request a deviation from the notice requirements of Administrative Regulation 807 KAR 5:011, Section 10, to avoid newspaper publication of its amended charges.

If you have any questions regarding this letter, please telephone me at (502) 564-3940, Ext. 259.

Sincerely,



Gerald E. Wuetcher
Staff Attorney

cc: Main Case File
Attorney General's Office



COMMONWEALTH OF KENTUCKY
PUBLIC SERVICE COMMISSION
730 SCHENKEL LANE
POST OFFICE BOX 615
FRANKFORT, KY. 40602
(502) 564-3940

October 26, 1999

Joe Liles
Manager
Simpson County Water District
951 Fairview Avenue
P. O. Box 10180
Bowling Green, KY. 42102 4780

RE: Case No. 99-403
SIMPSON COUNTY WATER DISTRICT

The Commission staff has reviewed your application in the above case and finds that it meets the minimum filing requirements. Enclosed please find a stamped filed copy of the first page of your filing. This case has been docketed and will be processed as expeditiously as possible.

If you need further assistance, please contact my staff at 502/564-3940.

Sincerely,

A handwritten signature in cursive script that reads "Stephanie Bell".

Stephanie Bell
Secretary of the Commission

SB/hv
Enclosure

SIMPSON COUNTY WATER DISTRICT



September 21, 1999

RECEIVED
SEP 22 1999
PUBLIC SERVICE
COMMISSION

FILED

SEP 22 1999

PUBLIC SERVICE
COMMISSION

MS HELEN HELTON
PUBLIC SERVICE COMMISSION
P O BOX 615
730 SCHENKEL LANE
FRANKFORT KY 40602

CASE 99-403

RE: Filing in accordance with 807 KAR 5:006 Section 8 Special Charges; and, 807 KAR 5:011 Section 10 Tariffs; to revise special non recurring charges for Water services

Dear Ms. Helton:

Enclosed is an original and 10 copies of the following documents requesting revisions to our special non-recurring charges:

1. Cost of Service Study
2. Copy of public notice and advisement of publications
3. Detailed statement explaining why proposed changes were not included in general rate case
4. Impact Statement identifying customers affected by proposed tariff
5. Copy of Income Statement and Balance Sheet
6. Copy of proposed Tariff - Water

If we need to provide additional information, please let us know.

Sincerely,

Joe Liles
Manager

JL:jh

Enclosure

cc: Attorney General's Consumer Protection Division
QUALITY ON TAP

951 FAIRVIEW AVENUE / SUITE B
PO BOX 10180
BOWLING GREEN, KY 42102-4780
TEL 502.842.0052 FAX 502.842.8360

108 MORGANTOWN ROAD
PO BOX 0657
FRANKLIN, KY 42135
TEL 502.598.9926 FAX 502.586.0718

RECEIVED

Commonwealth of Kentucky
Before the Public Service Commission

OCT 20 1999

PUBLIC SERVICE
COMMISSION

In the Matter of:)
THE APPLICATION OF SIMPSON) Case No. 99-403
COUNTY WATER DISTRICT FOR A)
NON-RECURRING CHARGE)

MOTION TO INTERVENE

Comes now the Attorney General of the Commonwealth of Kentucky, by and through his Office of Rate Intervention, pursuant to KRS 367.150(8), and moves to intervene in the above-styled proceeding. The Attorney General requests that he be permitted to intervene as a party to the fullest extent permitted by law in order to execute his statutory duties pursuant to KRS 367.150(8).

Respectfully submitted,

A. B. CHANDLER III
ATTORNEY GENERAL

David Edward Spenard
David Edward Spenard
Assistant Attorney General
1024 Capital Center Drive
Frankfort, KY 40601-8204
502.696.5457

Certificate of Service and Filing

Counsel certifies that an original and ten photocopies of this Motion to Intervene were served and filed by hand delivery to the Hon. Helen C. Helton, Executive Director, Public Service Commission 730 Schenkel Lane, Frankfort, Kentucky 40601; furthermore, it was served by mailing a true and correct copy of the same, first class postage prepaid, to Joe Liles, Simpson County Water District, P.O. Box 10180, Bowling Green, KY 42102 4780, on this 20th day of October, 1999.

David Edward Speward
Assistant Attorney General



COMMONWEALTH OF KENTUCKY
PUBLIC SERVICE COMMISSION
730 SCHENKEL LANE
POST OFFICE BOX 615
FRANKFORT, KY. 40602
(502) 564-3940

October 1, 1999

Joe Liles
Manager
Simpson County Water District
951 Fairview Avenue
P. O. Box 10180
Bowling Green, KY. 42102 4780

RE: Case No. 99-403
SIMPSON COUNTY WATER DISTRICT
(Rates - NRC)

This letter is to acknowledge receipt of initial application in the above case. The application was date-stamped received September 22, 1999 and has been assigned Case No. 99-403. In all future correspondence or filings in connection with this case, please reference the above case number.

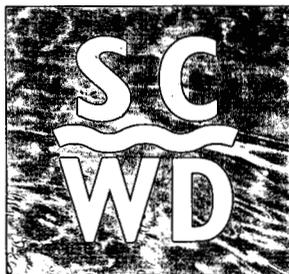
If you need further assistance, please contact my staff at 502/564-3940.

Sincerely,
Stephanie Bell

Stephanie Bell
Secretary of the Commission

SB/jc

SIMPSON COUNTY WATER DISTRICT



September 21, 1999

RECEIVED
SEP 22 1999
PUBLIC SERVICE
COMMISSION

FILED

SEP 22 1999

PUBLIC SERVICE
COMMISSION

MS HELEN HELTON
PUBLIC SERVICE COMMISSION
P O BOX 615
730 SCHENKEL LANE
FRANKFORT KY 40602

CASE 99-403

RE: Filing in accordance with 807 KAR 5:006 Section 8 Special Charges; and, 807 KAR 5:011 Section 10 Tariffs; to revise special non recurring charges for Water services

Dear Ms. Helton:

Enclosed is an original and 10 copies of the following documents requesting revisions to our special non-recurring charges:

1. Cost of Service Study
2. Copy of public notice and advisement of publications
3. Detailed statement explaining why proposed changes were not included in general rate case
4. Impact Statement identifying customers affected by proposed tariff
5. Copy of Income Statement and Balance Sheet
6. Copy of proposed Tariff - Water

If we need to provide additional information, please let us know.

Sincerely,

Joe Liles
Manager

JL:jh

Enclosure

cc: Attorney General's Consumer Protection Division
QUALITY ON TAP

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108 MORGANTOWN ROAD
PO BOX 0657
FRANKLIN, KY 42135
TEL 502.598.9926 FAX 502.586.0718

COST OF SERVICE STUDY

SPECIAL CHARGES

Operating Cost

| | |
|---|------------|
| Average Distance | 20 Miles |
| Average Time Per Connect | 1 Hour |
| Average Hourly Rate per Service Employee | \$13.92 |
| Average Hourly Rate per Meter Tester | \$16.30 |
| Cost Per Truck Mile | \$.31 |
| Overhead (Insurance, Fringe Benefits, Etc.) | 48 Percent |

1. Service Connection Charge. A charge of \$20.00 shall be made for all service reconnections made from 7:30 - 3:00 p.m. Monday - Friday (Excluding Holidays), except that there shall be no connection charge made for service on the original installation of facilities. If service is reconnected other than the hours above, the charge shall be \$65.00.

Cost during regular working hours:

| | |
|--------------------------------|----------------|
| 1 Hour @ 13.92 | \$13.92 |
| Transportation, 20 miles @ .31 | <u>6.20</u> |
| | \$20.12 |
| Overhead | <u>\$ 6.68</u> |
| Total | \$26.80 |

Cost after regular working hours:

| | |
|--------------------------------|--------------|
| *2 Hours @ \$20.88 | \$41.76 |
| Transportation, 20 miles @ .31 | <u>6.20</u> |
| Total | \$47.96 |
| Overhead | <u>20.05</u> |
| Total | \$68.01 |

*2 Hours minimum call-out time @ 1 ½ times regular rate.

2. Delinquent Service Charge. A charge of \$25.00 shall be made for a trip to collect a delinquent account or terminate service. A reconnection charge of \$25.00 shall be made for reconnection made from 7:30 a.m. - 3:00 p.m. Monday - Friday (Excluding Holidays). If service is reconnected other than the hours above, the charge shall be \$65.00.

Cost during regular working hours:

| | |
|--------------------------------|-------------|
| 1 Hour @ \$13.92 | \$13.92 |
| Transportation, 20 miles @ .31 | <u>6.20</u> |
| | \$20.12 |
| Overhead | <u>6.68</u> |
| Total | \$26.80 |

Cost after regular working hours:

| | |
|--------------------------------|--------------|
| *2 hours @ \$20.88 | \$41.76 |
| Transportation, 20 miles @ .31 | <u>6.20</u> |
| | 47.96 |
| Overhead | <u>20.05</u> |
| Total | \$68.01 |

*2 hours minimum call-out time @ 1 ½ times regular rate.

3. Meter Reading Recheck Charge. A charge of \$25.00 shall be made for a trip to recheck a meter reading when the customer requests the meter to be rechecked for a correct reading and the meter was not misread.

Cost during regular working hours:

| | |
|--------------------------------|-------------|
| 1 Hour @ \$13.92 | \$13.92 |
| Transportation, 20 miles @ .31 | <u>6.20</u> |
| | \$20.12 |
| Overhead | <u>6.68</u> |
| Total | \$26.80 |

4. Meter Test Result. Upon request a customer may have his meter tested and adjustments will be made to the bill where the meter is found to be more than 2 percent fast or slow in accordance with 807:KAR 5:006, Section 18, provided request by the customer is not more frequent than once each twelve months. If such test shows the meter to be less than 2 percent fast, a \$50.00 charge shall be made.

Cost during regular working hours:

| | |
|--------------------------------|--------------|
| 2 Hours @ \$16.30 | \$32.60 |
| Transportation, 20 miles @ .31 | <u>6.20</u> |
| | \$38.80 |
| Overhead | <u>15.65</u> |
| Total | \$54.45 |

5. PSC Meter Test Complaint. Any customer of the District may request a meter test by written application to the Commission.

6. Service Investigation Charge. A charge of \$25.00 per trip shall be made for service investigation during regular working hours if interruption of service or service problem is associated with the customers own plumbing facilities and beyond the Water District delivery point and is not caused by failure of District's facilities. The charge for investigation after working hours will be \$65.00 per trip. Any maintenance and repair of facilities beyond District's delivery point is the responsibility of the customer.

Cost during regular working hours:

| | |
|--------------------------------|----------------|
| 1 Hour @ 13.92 | \$13.92 |
| Transportation, 20 miles @ .31 | <u>6.20</u> |
| | \$20.12 |
| Overhead | <u>\$ 6.68</u> |
| Total | \$26.80 |

Cost after regular working hours:

| | |
|--------------------------------|--------------|
| *2 Hours @ \$20.88 | \$41.76 |
| Transportation, 20 miles @ .31 | <u>6.20</u> |
| Total | \$47.96 |
| Overhead | <u>20.05</u> |
| Total | \$68.01 |

*2 Hours minimum call-out time @ 1 ½ times regular rate.

7. Meter Investigation Charge. When an investigation of facilities on customers' premises reveals meter seals or locks broken, damaged meters, or unauthorized use of water, a meter investigation fee of \$75.00 shall be charged. The actual cost of repairing damage to the meter service if any, shall also be charged and the customers' bill shall be paid for the amount of water service rendered.

Cost during regular working hours:

| | |
|--------------------------------|----------------|
| 3 hours @ \$16.30 | \$48.90 |
| Transportation, 20 miles @ .31 | <u>6.20</u> |
| | \$55.10 |
| Overhead | <u>\$20.53</u> |
| Total | \$75.63 |

8. Return Check Charge. When a check (including auto payment) is accepted for payment of a bill and the check is not honored by the financial institution, a return check charge of \$25.00 shall be charged.

Cost during regular working hours:

| | |
|----------------------------|-------------|
| 1 hour @ \$15.93 | \$13.92 |
| Overhead | 6.68 |
| Water District Bank Charge | <u>5.00</u> |
| | \$25.60 |

9. Service Line Inspection Charge. A charge of \$50 shall be made to inspect a customers service line from the point of delivery at the meter to the point of use. The service line inspection charge may be waived if confirmation is received from the Kentucky State Plumbing Inspector that a state plumbing permit has been obtained and the State Plumbing Inspector will inspect the service line.

Cost during regular working hours:

| | |
|--------------------------------|--------------|
| 2 Hours @ \$16.30 | \$32.60 |
| Transportation, 20 miles @ .31 | <u>6.20</u> |
| | \$38.80 |
| Overhead | <u>15.65</u> |
| Total | \$54.45 |

A F F I D A V I T

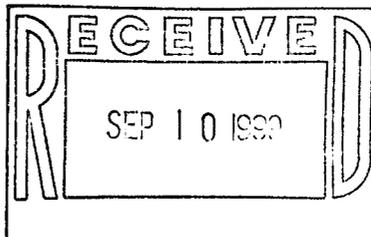
I, Henry Stone, DO HEREBY CERTIFY THAT I HOLD THE
POSITION OF General Manager WITH THE _____
Franklin Favorite IN Franklin, KENTUCKY AND
IN SUCH POSITION HAVE THE RESPONSIBILITY FOR THE PUBLICATION
OF LEGAL NOTICES IN SAID NEWSPAPER AND HAVE CUSTODY OF
THE RECORDS OF SAID NEWSPAPER CONCERNING THE PUBLICATION
OF LEGAL NOTICES AND THAT THE ATTACHED LEGAL NOTICE HAS
BEEN PUBLISHED IN ALL EDITIONS OF SAID NEWSPAPER ON _____
September 2, September 9 AND September 16, 1999.

SIGNED _____
Henry Stone

SUBSCRIBED AND SWORN TO BEFORE ME IN MY PRESENCE THIS 9th
OF September 1999.

Jammie Carey
NOTARY PUBLIC

MY COMMISSION EXPIRES THE 14th DAY OF September 19 2002.





Staff photo by Amy Biggs

F-S Wildcat Cheerleaders Larrisa Sidle and Leah Steele smacked each other with wet sponges last Saturday

as they washed cars. The cheerleaders and boosters washed cars to raise money for the squad.

Notice

B-4 FRANKLIN FAVORITE, Thursday, Sept. 9, 1999

Notice is hereby given that Simpson County Water District, plans to file an application with the Public Service Commission, 730 Schenkel Lane, Frankfort, Kentucky for the purpose of changing its non-recurring charges. Regular working hours are 7:30 am - 3:00 pm Monday-Friday (excluding holidays). After hours charge is any other time. The proposed charges are as follows: (1) Service Connection Charge \$20.00, after hours \$65.00 (2) Delinquent Service Charge \$25.00, after hours \$65.00 (3) Meter Reading Recheck charge \$25.00 (4) Meter Test Charge \$50.00 (5) Service Investigation Charge \$25.00, after hours \$65.00 (6) Meter Investigation Charge \$75.00 (7) Return Check Charge \$25.00 (8) Service Line Inspection Charge \$50.00 (9) Late payment penalty - will remain 10% if a customer fails to pay a bill for service by the due date shown on any bill for rendered services. The rates contained in this notice are the rates proposed by Simpson County Water District. However, the Public Service Commission may order the rates to be charged that differ from these proposed rates. Such action may result in rates for consumers other than the rates in this notice. Any corporation, association, body politic or person may by motion within thirty (30) days after publication or mailing of notice of the proposed rate changes request leave to intervene. The motion shall be submitted to the Public Service Commission, 730 Schenkel Lane, P.O. Box 615, Frankfort, KY 40602, and shall set forth the grounds for the request including the status and interest of the party. Intervenors may obtain copies of the application and testimony by contacting the Simpson County Water District, 108 Morgantown Road, Franklin, KY 42135.

DETAILED STATEMENT

The costs of providing special services have not been reviewed since 1982. The cost associated with providing these services have increased significantly over seventeen years and should have been reviewed prior to this time. These will be reviewed on a more regular basis in the future. No general rate change is planned in the foreseeable future and the charges for special non-recurring charges are so outdated they need immediate correction to reflect the cost of providing these services to the customers who receive the service.

IMPACT STATEMENT

The impact of the changes in special non-recurring charges will affect the following groups of customers.

1. Service Connection Charge - Will affect customers who request to have an existing water service read into their name and turned on to allow water to be used from the service.
2. Delinquent Service Charge - Will affect any customer that fails to pay their bill when due and a field trip is required to collect the delinquent bill or terminate service. The charge is also made to reconnect service which has been terminated for nonpayment.
3. Meter Reading Recheck Charge - Will affect any customer who requests a recheck of the meter reading and the recheck reading reflects the meter was read correctly by the meter reader.
4. Meter Test Request - Will affect any customer who requests the water meter to be tested for accuracy and the test shows the meter to be within PSC rules for accuracy. No charge will be made for testing any water meter where the accuracy is not within acceptable accuracy standards as set forth by PSC rules.
5. Service Investigation Charge - Will affect any customer who requests a field trip to investigate customer service problems that are associated with the customers own plumbing facilities and beyond the Water Districts delivery point.
6. Meter Investigation Charge - Will affect any customer whose meter service location reflects the Water Districts meter seals or lock has been broken, damaged the meter and/or has attempted to obtain unauthorized use of water from the Water Districts facilities by any means.
7. Return Check Charge - Will affect any customer whose check was accepted for payment of a utility bill and the check was not honored by the financial institution.
8. Service Line Inspection Charge - Will affect any customer who requests a new meter service be installed and wants the Water District to inspect the customer's service line from the point of delivery to the point of use by the customer. No charge is made or inspection required when the customer service line is inspected by the state plumbing inspector.

SCWD Balance Sheet
SIMPSON COUNTY WATER DISTRICT
MAY 31, 1999

ASSETS AND OTHER DEBITS

UTILITY PLANT :

| | |
|-------------------------------|----------------|
| Utility Plant in Service | 7,799,677.17 |
| Construction Work in Progress | 363,396.05 |
| Less Accumulated Depreciation | (1,885,425.42) |
| | <hr/> |
| TOTAL UTILITY PLANT | 6,277,647.80 |

OTHER PROPERTY AND INVESTMENTS :

| | |
|--------------------------------------|------------|
| Depreciation Fund | 504,838.06 |
| Sinking Funds & Debt Service: | |
| RECD: Bond | 44,855.78 |
| Interest | 103,986.68 |
| | <hr/> |
| Total Sinking Funds & Debt Service: | 148,842.46 |
| Special Funds: | |
| Special Funds - Projects | 309.21 |
| | <hr/> |
| Total Special Funds: | 309.21 |
| | <hr/> |
| TOTAL OTHER PROPERTY AND INVESTMENTS | 653,989.73 |

CURRENT AND ACCRUED ASSETS:

| | |
|----------------------------------|------------|
| Cash and Working Funds | |
| Operation and Maintenance | 5,771.92 |
| Revenue Funds | 119,135.95 |
| Depreciation Fund | 4,041.98 |
| Construction Fund | |
| Accounts Receivable - Customer | 13,819.77 |
| Accounts Receivable - Misc. | 16,777.52 |
| Warehouse Inventory | 14,414.77 |
| Prepayment - Insurance | 1,552.17 |
| Other Assets | (1,670.30) |
| Deferred Debits | 84,685.60 |
| | <hr/> |
| TOTAL CURRENT AND ACCRUED ASSETS | 258,529.38 |

TOTAL ASSETS AND OTHER DEBITS

7,190,166.91

BCWS Balance Sheet
BUTLER COUNTY WATER SYSTEM
MAY 31, 1999

LIABILITIES AND OTHER CREDITS

CAPITAL:

| | |
|--------------------------------|---------------------|
| Contributions in Aid of Constr | 4,889,125.78 |
| Customer Advance for Construct | 101,984.45 |
| TOTAL CAPITAL | <u>4,991,110.23</u> |

LONG TERM DEBT:

| | |
|----------------------|---------------------|
| RECD - Principal | 6,307,484.95 |
| GMAC - Principal | 54,668.34 |
| TOTAL LONG TERM DEBT | <u>6,362,153.29</u> |

CURRENT AND ACCRUED LIABILITIES:

| | |
|--|-------------------|
| Notes Payable | |
| Accounts Payable- General | 125,059.47 |
| Accounts Payable- Construction | |
| Customer Deposits | 59,715.14 |
| Taxes and Equivalents Accrued | (7.35) |
| Interest Accrued - Long Term Debt: | |
| RECD - Interest Accrued | 105,134.59 |
| GMAC - Interest Accrued | 1,138.89 |
| Total Interest Accrued - Long Term Debt: | <u>106,273.48</u> |
| Interest - Consumer Deposits | 2,358.85 |
| TOTAL CURRENT & ACCRUED | <u>293,399.59</u> |

ACCUMULATED EARNINGS:

| | |
|-------------------------------------|-----------------------------|
| Beginning of the Year | 723,084.62 |
| Current Year to Date | 42,946.57 |
| TOTAL ACCUMULATED EARNINGS | <u>766,031.19</u> |
| TOTAL LIABILITIES AND OTHER CREDITS | <u><u>12,412,694.30</u></u> |

SIMPSON COUNTY WATER DISTRICT
REVENUE AND EXPENSE STATEMENT
JUNE, 1998 THRU MAY, 1999

TOTALS
JUNE, 1998 -
MAY, 1999

OPERATING REVENUE

METERED & OTHER

| | |
|-----------------------------|---------------|
| Metered Sales - Residential | \$ 800,870.35 |
| " " - Commercial | 367,804.43 |
| Forfeited Discounts | 25,898.56 |
| Misc. Service Revenue | 3,383.12 |
| Other Water Revenue | 354.96 |
| Misc. Income - Interest | 20,459.54 |

| | |
|-------------------------|--------------|
| TOTAL OPERATING REVENUE | 1,218,770.96 |
|-------------------------|--------------|

OPERATING EXPENSE

SOURCES OF SUPPLY & PUMPING EXPENSE

| | |
|---|------------|
| Purchased Water | 305,375.08 |
| Purchased Water - Rate Study/Engr & Legal | - |
| Purchased Power - Pump Stations | 23,798.73 |
| Material & Supplies and Misc. Expense | 1,320.00 |
| Contractual Services - Audit & Legal | 663.43 |
| Contractual Services - Operations Labor, Etc. | 26,478.65 |
| Transportation - Pumping | 349.57 |
| Insurance - General Liability & Other | 1,532.63 |

| | |
|--------------------------------|------------|
| TOTAL SUPPLY & PUMPING EXPENSE | 359,518.09 |
|--------------------------------|------------|

TRANSMISSION AND DISTRIBUTION

| | |
|--|-----------|
| Purchased Power Costs - Standpipes | 1,723.82 |
| Purchased Power Costs - Master Meters | 912.45 |
| Material & Supplies & Misc. Expense | 2,080.68 |
| Contractual Services - Audit & Legal | 663.43 |
| Contractual Services - Operation & Meter Labor, Etc. | 70,418.39 |
| Contractual Services - Scada | 840.35 |
| Transportation Expense | 2,111.44 |
| Insurance - General Liability & Other | 2,690.58 |

| | |
|---|-----------|
| TOTAL TRANSMISSION & DISTRIBUTION EXPENSE | 81,441.14 |
|---|-----------|

SIMPSON COUNTY WATER DISTRICT
REVENUE AND EXPENSE STATEMENT
JUNE, 1998 THRU MAY, 1999

| | TOTALS JUNE, 1998 - MAY, 1999 |
|--|-------------------------------------|
| CUSTOMER ACCOUNTS | |
| Material & Supplies & Misc. Expense | 10,104.55 |
| Contractual Services - Audit & Legal | 1,326.88 |
| Contractual Services - Meter Reading | 42,921.84 |
| Contractual Services - Customer Records | 49,223.47 |
| Transportation - Meter Readers & Utilityman | 2,085.14 |
| Insurance - General Liability | 478.54 |
| Regulatory Commission | - |
| Bad Debt Expense | 1,000.00 |
| TOTAL CUSTOMER ACCOUNTS EXPENSE | 107,140.42 |
| ADMINISTRATIVE & GENERAL | |
| Material & Supplies & Misc. Expense | 12,343.46 |
| Contractual Services - Audit & Legal | 8,934.82 |
| Contractual Services - Administrative & General Salaries | 16,565.97 |
| Transportation - Administration | 262.17 |
| Insurance - General Liability & Other | 3,605.95 |
| Regulatory Commission | - |
| TOTAL ADMINSTRATIVE & GENERAL EXPENSE | 41,712.37 |
| TOTAL OPERATING EXPENSE | 589,812.02 |
| MAINTENANCE EXPENSE | |
| PUMPING | |
| Material & Supplies & Misc. Expense | - |
| Contractual Services - Audit & Legal | 663.43 |
| Contractual Services - Pumping Equipment | 3,502.72 |
| TOTAL PUMPING MAINTENANCE | 4,166.15 |
| TRANSMISSION & DISTRIBUTION | |
| Material & Supplies & Misc. Expense | 943.89 |
| Contractual Services - Audit & Legal | 663.42 |
| Contractual Services - Standpipes | 28,386.71 |
| Contractual Services - Mains | 15,111.73 |
| Contractual Services - Services | 10,616.44 |
| Contractual Services - Meters | 20,697.63 |
| Contractual Services - Hydrants | 108.90 |
| Contractual Services - Misc. Plant | - |
| Contractual Services - Scada | 603.26 |
| Transportation - Maintenance | 70.00 |
| TOTAL TRANSMISSION & DISTRIBUTION MAINTENANCE | 77,131.98 |
| TOTAL MAINTENANCE EXPENSE | 81,298.13 |

SIMPSON COUNTY WATER DISTRICT
REVENUE AND EXPENSE STATEMENT
JUNE, 1998 THRU MAY, 1999

| | <u>TOTALS</u> JUNE, 1998 - MAY, 1999 |
|--|--|
| DEPRECIATION EXPENSE | 163,807.06 |
| TAXES | |
| Regulatory Assessment (PSC) | 2,024.29 |
| TOTAL TAX EXPENSE | <u>2,024.29</u> |
| INTEREST EXPENSE | |
| Long Term Debt - RECD | 208,484.18 |
| Consumer Deposits | 2,935.90 |
| Other Interest Expense | - |
| TOTAL INTEREST EXPENSE | <u>211,420.08</u> |
| TOTAL OPERATING & MAINTENANCE EXPENSE AND OTHER | 1,048,361.58 |
| NET UTILITY OPERATING INCOME BEFORE PRINCIPAL PAYMENT | <u>\$ 170,339.38</u> |

P.S.C. Ky. No. _____

Cancels P.S.C. Ky. No. _____

SIMPSON COUNTY WATER DISTRICT

OF

FRANKLIN, SIMPSON COUNTY, KENTUCKY

Charges for Non-Recurring Services

Water Service

At

Franklin, Simpson County, Kentucky

Filed with PUBLIC SERVICE COMMISSION

OF KENTUCKY

ISSUED September 2, 1999
EFFECTIVE October 1, 1999

ISSUED BY Simpson County Water District
(Name of Utility)

BY James Snider
James Snider, Chairman
Board of Commissioners
Simpson County Water District

SIMPSON COUNTY WATER DISTRICT
Name of Issuing Corporation

P.S.C. Ky. No. _____

2 Sheet of 2

Canceling P.S.C. Ky. No. _____

_____ Sheet No. _____

CLASSIFICATION OF SERVICE

CHARGES FOR NON-RECURRING SERVICES

SUBJECT: Charges for Special Non-recurring Services

Regular working hours are 7:30 a.m. - 3:00 p.m. Monday - Friday (excluding holidays.) After hours charge is any other time.

The following charges for special non-recurring services shall be made:

1. Service Connection Charge. A charge of \$20 shall be made for all service reconnections made during regular working hours, except that there shall be no connection charge made for service on the original installation of facilities. If service is reconnected other than during regular working hours, the charge shall be \$65.
2. Delinquent Service Charge. A charge of \$25.00 shall be made for a trip to collect a delinquent account or terminate service. A reconnection charge of \$25.00 shall be made if reconnected during regular working hours. If reconnected after regular working hours, the charge shall be \$65.00. (See 807 (KAR 5:006 Section 8.)
3. Meter Reading Recheck Charge. A charge of \$25.00 shall be made for a trip to recheck a meter reading when the customer requests the meter to be rechecked for a correct reading and the meter was not misread.
4. Meter Test Request. Upon request a customer may have his meter tested and adjustments will be made to the bill where the meter is found to be more than 2 percent fast or slow in accordance with 807:KAR 5:006, Section 18, provided request by the customer is not more frequent than once each twelve months. If such test shows the meter to be less than 2 percent fast, a \$50.00 charge shall be made.

DATE OF ISSUE September 2, 1999 DATE OF EFFECTIVE October 1, 1999
Month Day Year Month Day Year

ISSUED BY James Snider Chairman PO Box 10180, Bowling Green, KY 42102
James Snider Title Address

Issued by authority of an Order of the Public Service Commission of Kentucky in Case No. _____
dated _____.

Simpson County Water District
P. O. Box 10180
851 Fairview Avenue
Bowling Green, KY 42102-4780
Phone: 502-842-0052
Fax: 502-842-8360

Fax

To: Susan Hutcherson From: Joe Liles
Fax: 1-502-564-3460 Date: 9-30-99
Phone: _____ Pages: 5
Re: _____ CCI: _____

attached are signed copies of the September 21
letters requesting revisions to our Special Changes
along letters requesting you accept the September
21 applications for Butler Simpson County Water.

Thank you for your help. Sorry for the
confusion.

Urgent For Review Please Comment Please Reply Please Recycle

The information contained in this fax is privileged and confidential and is intended solely for the use of the addressee(s) named above. If the party receiving this fax is not the addressee or one of the addressees in the case where there are multiple addressees, or an agent or employee responsible for delivering this fax to the addressee(s), dissemination, distribution, or copying of this fax is strictly prohibited. If you have received this fax in error, please call (502) 842-0052 for disposition instructions.

**IF THERE IS ANY PROBLEM WITH THE TRANSMISSION OF THIS MATERIAL,
PLEASE CALL JANICE HAZEL AT (502) 842-0052.**

SIMPSON COUNTY WATER DISTRICT



September 30, 1999

MS SUSAN HUTCHERSON
PUBLIC SERVICE COMMISSION
P O BOX 615
730 SCHENKEL LANE
FRANKFORT KY 40602

RE: Filing in accordance with 807 KAR 5:006 Section 8 Special Charges; and, 807 KAR 5:011 Section 10 Tariffs; to revise special non recurring charges for Water services

Dear Ms. Hutcherson:

In our application of September 21, 1999 related to revision to our Special Non-Recurring Charges, I inadvertently failed to sign the letter of application. Attached is another copy of the transmittal of September 21, 1999 which I have signed and faxed to you. The original copy of this letter and the other copy of the September 21, 1999 letter will be forwarded by mail. Sorry about our error.

Thanks for your help.

Sincerely,

A handwritten signature in black ink that reads "Joe Liles".

Joe Liles
Manager

JL:jh

Enclosure

cc: Attorney General's Consumer Protection Division

QUALITY ON TAP

951 FAIRVIEW AVENUE / SUITE B
PO BOX 10180
BOWLING GREEN, KY 42102-4780
TEL 502.842.0052 FAX 502.842.8360

108 MORGANTOWN ROAD
PO BOX 0657
FRANKLIN, KY 42135
TEL 502.598.9926 FAX 502.586.0718

SIMPSON COUNTY WATER DISTRICT



September 21, 1999

MS HELEN HELTON
PUBLIC SERVICE COMMISSION
P O BOX 615
730 SCHENKEL LANE
FRANKFORT KY 40602

RE: Filing in accordance with 807 KAR 5:006 Section 8 Special Charges; and, 807 KAR 5:011 Section 10 Tariffs; to revise special non recurring charges for Water services

Dear Ms. Helton:

Enclosed is an original and 10 copies of the following documents requesting revisions to our special non-recurring charges:

1. Cost of Service Study
2. Copy of public notice and advisement of publications
3. Detailed statement explaining why proposed changes were not included in general rate case
4. Impact Statement identifying customers affected by proposed tariff
5. Copy of Income Statement and Balance Sheet
6. Copy of proposed Tariff - Water

If we need to provide additional information, please let us know.

Sincerely,

Joe Liles
Manager

JL:jh

Enclosure

cc: Attorney General's Consumer Protection Division

951 FAIRVIEW AVENUE / SUITE B
PO BOX 10180
BOWLING GREEN, KY 42102-4780
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FRANKLIN, KY 42135
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QUALITY ON TAP